

MILPITAS OVERSIGHT BOARD

TO THE CITY OF MILPITAS ACTING AS THE RDA SUCCESSOR AGENCY

455 EAST CALAVERAS BOULEVARD, MILPITAS, CA 95035-5479
GENERAL INFORMATION: 408-586-3000 www.ci.milpitas.ca.gov

MILPITAS OVERSIGHT BOARD MEETING

Milpitas City Hall Committee Room
455 E. Calaveras Blvd., Milpitas, CA 95035

MEMBERS:

Emma Karlen
Bruce Knopf, Vice Chair
Mike McInerney, Chair
Michael Mendizabal
Althea Polanski
Matthew Tinsley
Glen Williams

ALTERNATES:

Russell Morreale
Alan Minato

Jane Corpus Takahashi
Suzanne Carrig
Michael Murdter

DRAFT Minutes of the July 18, 2016 Meeting

I. CALL TO ORDER, ROLL CALL AND PLEDGE OF ALLEGIANCE

Chair McInerney called the meeting to order at 1:02 p.m.

ROLL CALL

MEMBERS PRESENT: Bruce Knopf, Mike McInerney, Mike Mendizabal, Russell Morreale, Althea Polanski, Matthew Tinsley and Glen Williams

MEMBERS ABSENT: None

II. PUBLIC FORUM: None

III. APPROVAL OF AGENDA

Moved by Ms. Polanski and seconded by Mr. Morreale to approve the agenda. The motion passed unanimously.

IV. APPROVAL OF MINUTES

A. February 19, 2016 Meeting

Moved by Mr. Knopf and seconded by Mr. Williams to approve the minutes of February 19, 2016. The motion passed by the following vote: **AYES:** Knopf, McInerney, Mendizabal, Polanski and Williams **NOES:** 0 **ABSENT:** 0 **ABSTAIN:** Tinsley

B. May 6, 2016 Special Meeting

Moved by Ms. Polanski and seconded by Mr. Williams to approve the minutes of May 6, 2016. The motion passed unanimously.

V. OLD BUSINESS: None

VI. NEW BUSINESS

- A. Receive and consider report and recommendations from the Ad Hoc Committee of the Oversight Board Regarding Results of Request for Proposals (RFP) Process for the Sale of Property No. 1 Listed on the Long Range Property Management Plan and Located at 86 N. Main Street, Milpitas, California (APN 028-24-025).

1. Adoption of Resolution No. 81 of the Oversight Board Approving the Sale of Property Located at 86 N. Main Street, Milpitas, California (APN 028-24-025) to Harpreet and Neha Chaudhary Pursuant to the Long Range Property Management Plan and a Request for Proposals (RFP) Process.

Ms. Montoy presented the staff report via teleconference, which included comments that she would have to review and revise the Purchase and Sale Agreement (PSA) accordingly based on the buyer proposing a faster close of escrow than in the draft PSA.

Two members of the Ad Hoc Committee commented on the Committee's unanimous recommendation. Board Member Williams acknowledged that the offer does not equal the amount of the appraisal but that he believes the offer is reasonably competitive. The offer also resulted from a fairly extensive advertising process, and therefore represents a fair price reflecting current market condition. Board Member Polanski concurred with Board Member Williams' comments.

During public testimony only Jenny DeAngelis from the County Executive's Office spoke and she said the County supports the Oversight Board choosing the highest bid for the property.

Board Members Knopf and Morreale asked Ms. Montoy to clarify the escrow closing date and why there is a difference with the end of the due diligence period. Ms. Montoy said the closing date would be October 16, 2016 which is sixty (60) days from the Board's approval of the sale as specified in the Request for Proposal. The due diligence period runs for forty-five (45) days from the effective date of the agreement. She said her projection is based on each party taking the maximum time granted to execute the agreement with the buyer having ten (10) days from the Board's approval which is July 28, 2016 and the Successor Agency (SA) then having twenty (20) days from the date of the buyer's execution date to sign which would be August 17, 2016. Forty-five (45) days from August 17, 2016 would be October 1, 2016. Ms. Montoy also pointed out that the agreement does provide, by mutual agreement that the closing date can occur earlier.

Board Member Mendizabal, who stated he is in favor of the award, asked what the appraised value for the property is. Ms. Montoy responded that the appraised value, as of October 15, 2015, was \$345,000.

Board Member Morreale asked if any member of the Ad Hoc Committee would comment on the current market conditions since the evaluation was in October of 2015. Board Member Williams stated that the Ad Hoc Committee did an extensive validation process twice. The first RFP had no responses. The second RFP had a longer notification period to a much larger population of the brokerage community than the first and ended up with two (2) responses. He suggested the reason that the Successor Agency is not receiving proposals at or above the appraised value is both the location of the property and its relative limited choices of use. The two logical buyers were owners of adjoining properties and one did bid.

Board Member Williams asked Mr. Gary Wimp, the buyer's representative, if he understands all of the dates and if those dates are acceptable to the buyer. Mr. Wimp stated those time periods were acceptable to the buyer and then asked whom he should be dealing with on the due diligence and close of escrow process. Ms. Montoy said she will create the necessary documents for the parties to execute and that Mr. Morreale, the Finance Director, has been the contact in the past for the escrow. City Manager Williams suggested that Mr. Wimp deal with Ms. Montoy on the Purchase and Sale Agreement while adding that Mr. Wimp can direct any questions to the City's Finance Director at the City. City Manager Williams also stated that he is also always available to answer questions.

Moved by Mr. Williams and seconded by Ms. Polanski to adopt Resolution No. 81, as amended, based on the comments by Ms. Montoy, the Board's Special Counsel. The motion passed unanimously.

- B. Receive and consider report and recommendations from the Ad Hoc Committee of the Oversight Board Regarding Request from Lodging Dynamics to Extend Due Diligence Period and Closing Date Relating to Property Located at NWC of Alder Drive and Barber Lane.
1. Adoption of Resolution No. 82 of the Oversight Board Approving the Request from Lodging Dynamics to Extend Due Diligence Period and Closing Date Relating to Property Located at NWC of Alder Drive and Barber Lane Subject to Certain Terms and Conditions.

Ms. Montoy presented the staff report via teleconference.

Two members of the Ad Hoc Committee commented on the Committee's unanimous recommendation. Board Member Williams explained that under terms of the Purchase and Sale Agreement (PSA), the Successor Agency (SA) earns \$175,000 each thirty (30) day period that Lodging Dynamics does not terminate the contract. He noted that three (3) of those periods have passed and therefore Lodging Dynamics owes \$525,000 out of escrow and he does not believe the Oversight Board has the authority to approve a change to the contract that retroactively forgives a portion of that amount. The Committee considered that Lodging Dynamics had effectively given notice of a desire to extend the due diligence period prior to the July 14, 2016 date which would have been the last \$175,000 amount, and therefore they do not yet owe the SA the last payment. The Committee further concluded that if in fact Lodging Dynamics had some abnormal situation during the due diligence period, then the Committee could recommend extending for another short period of time for the final payment of the deposit. The Committee proposes dividing the requested sixty (60) day extension from the July 14, 2016 date into two thirty (30) day periods. Before the end of the first thirty (30) days, the \$175,000 is still refundable if Lodging Dynamics terminates the contract. After the first thirty (30) days the last payment becomes nonrefundable and should be released to the SA and the other taxing entities. Lodging Dynamics, however, still has another thirty (30) days to terminate the contract before it becomes obligated to close on the purchase.

Board Member Polanski stated that the Committee discussed at great length the various options that Ms. Montoy presented and, in looking at everything, the Committee's recommendation is a good compromise. She said that the Board's responsibility is limited to selling the land and how that land is developed is a matter between the land's owner and the City. She concluded that this land is a prime piece of property that is an amazing entrance into the City and it deserves an exceptional project.

City Manager Williams stated that although the Purchase and Sale Agreement for the property was fully executed on February 19, 2016, the City did not receive concept plans until the week of June 27, 2016. The concept plans from the applicant showed a suburban hotel with a sea of parking around it and that proposal is just not what the City's Planning Department or the City envisioned for this site. The City Manager further stated that the Successor Agency's recommendation to the Ad Hoc Committee was to deny the request but that he, as a representative of the Successor Agency, supports the Ad Hoc Committee's recommendation to the full Oversight Board.

Mr. Ricks, representing Lodging Dynamics, stated that his client does appreciate the Ad Hoc Committee's recommendation to extend the due diligence period. He further stated that his client is really excited about this piece of property and Lodging Dynamics is working hard to buy the property regardless of the type of investor. The challenge for at least the last three (3) weeks has been to meet with City representatives to understand what Lodging Dynamics can do. He noted that last week there was a conversation with one of the planners and he remained hopeful that the parties can find a way to close on this project.

Some additional discussion ensued between Board Members, Ms. Montoy, the Successor Agency staff and Mr. Ricks.

Moved by Mr. Knopf and seconded by Ms. Polanski to approve the recommendation of the Ad Hoc Committee to adopt Resolution No. 82. The motion passed unanimously.

VII. NEXT MEETING

A. Identify Potential Agenda Items.

1. Amendments to the ROPS for the period January 1, 2017 through June 30, 2017.

B. Set Date and Time.

It was agreed that the next meeting, if needed, will be held on Wednesday, September 21, 2016 at 1:00 p.m.

VIII. MEETING ADJOURNMENT

Moved by Mr. Morreale and seconded by Mr. Williams, Chair McInerney adjourned the meeting at 2:25 on the consensus of the Board.

*Meeting minutes drafted and submitted by
Barbara Crump, Board Secretary*

Approved on January 23, 2017

Mike McInerney
Oversight Board Chair

Barbara Crump
Oversight Board Secretary

OVERSIGHT BOARD STAFF REPORT

MEETING DATE: January 23, 2017

ITEM VI.A: APPROVE SUCCESSOR AGENCY'S ADMINISTRATIVE BUDGET FOR July 1, 2017 through June 30, 2018

RECOMMENDED ACTION:

Adopt Resolution No. 83 Approving An Administrative Budget for July 1, 2017 through June 30, 2018.

BACKGROUND:

The Dissolution Law requires that a Successor Agency prepare a proposed administrative budget and submit it to the Oversight Board for its approval. The administrative cost may not exceed three percent of the actual property tax distributed to the Successor Agency in the preceding fiscal year for payment of approved enforceable obligations. Administrative Budgets have been prepared in conjunction with the preparation of ROPS. SB 107 revised the timeline for the preparation of the Administrative Budget from a bi-annual process to an annual process for the period beginning July 1, 2016. Under SB 107, the Administrative Budget is not required to be submitted to DOF for approval.

DISCUSSION:

The Successor Agency staff has prepared the attached Administrative Budget for the Oversight Board's review and consideration.

ATTACHMENTS:

Successor Agency's Proposed Admin Budget
Proposed Resolution No. 83

**City of Milpitas Successor Agency
ROPS 17-18 Administration Budget
July 2017 to June 2018**

<u>Payee</u>	<u>Description</u>	<u>July - Dec 17</u>	<u>Jan - Jun 18</u>	<u>Total</u>
		<u>Amount</u>	<u>Amount</u>	
City of Milpitas	Successor Agency Adm Costs - staff	\$ 38,078	\$ 38,078	76,156
BBK	Successor Agency Legal Services	10,000	10,000	20,000
ABAG PLAN	Property Insurance	500	-	500
Various vendors	Copier lease, printing, storage, office equip	750	750	1,500
Maze & Assoc.	Audit Costs	4,500		4,500
US Bank	Adm. Fee for debt services	5,500		5,500
Wells Fargo Bank	Bank fee for checking account	750	750	1,500
ACS	Arbitrage Calculation	2,500		2,500
Willdan Financial	Bond Continued disclosure	1,000	3,500	4,500
PG&E	Electric Utility Costs	2,600	2,600	5,200
ABAG POWER	Gas Utility Costs	300	300	600
Ctiy of Milpitas	Water Utility Costs	1,750	1,750	3,500
County of Santa Clara	Oversight Board clerk	750	750	1,500
Montoy Law Corp.	Oversight Board Attorney	4,000	4,000	8,000
	Total	<u>\$ 72,978</u>	<u>\$ 62,478</u>	<u>135,456</u>

**Successor Agency Administrative Costs - Staff
July 2017 to June 2018 (ROPS 17-18)**

Position	Job Duties related to Successor Agency	FY17-18		PCT	6 months		6 months	
		Salaries & Benefits			July 2017 to Dec 2017		Jan 2018 to Jun 2018	
City Manager	Management of Agency Wind Down	405,328	3%		6,080		6,080	
Executive Secretary	Provide office support to City Manager	162,276	2%		1,623		1,623	
City Clerk	Posting of Successor Agency & Oversight Board agenda	229,636	1%		1,148		1,148	
HR Director	Personnel admin. Of Successor Agency staff	321,768	1%		1,609		1,609	
Systems Administrator (Phuong)	Posting of Successor Agency & Oversight Board agenda online	197,582	1%		988		988	
Executive Secretary - legal	Assistance to City Attorney in performing his duties	171,986	2%		1,720		1,720	
Finance Director	ROPS, oversight board, successor agency financial transactions wind down, dealing with DOF & SCO	317,820	7%		11,124		11,124	
Budget Manager	Provide analytical support to Finance Director and assist in ROPS.	187,866	3%		2,818		2,818	
Accounting Technician	Perform banking and investment functions	134,922	2%		1,349		1,349	
Assistant Finance Director	Assist in oversight board, accounting, and dealing with DOF & SCO	262,766	2%		2,628		2,628	
Sr. Accountant	Perform accounting functions	178,444	5%		4,461		4,461	
Fiscal Assistant	Provide clerical support to Fin Director & Manager	127,162	2%		1,272		1,272	
Fiscal Assistant	Perform Accounts Payable functions	127,162	1%		636		636	
Fiscal Assistant	Revenue collection	124,700	1%		624		624	
Total					38,078		38,078	

RESOLUTION NO. 83

RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY OF THE FORMER MILPITAS REDEVELOPMENT AGENCY APPROVING AN ADMINISTRATIVE BUDGET FOR THE PERIOD OF JULY 1, 2017 THROUGH JUNE 30, 2018

WHEREAS, the California State Legislature enacted Assembly Bill x1 26 to dissolve redevelopment agencies formed under the Community Redevelopment Law (Health and Safety Code section 33000 et seq.), as amended by Assembly Bill 1484, Statutes of 2012, enacted June 27, 2012 (the “Dissolution Law”); and

WHEREAS, the Dissolution Law provides for the payment of the administrative costs of the Successor Agency to the Former Milpitas Redevelopment Agency (“Successor Agency”), subject to the approval of the Oversight Board of the Successor Agency (“Oversight Board”); and

WHEREAS, on September 22, 2015, the Governor signed SB 107 which revised the timeline for the preparation of the Administrative Budget from a bi-annual process to an annual process for the fiscal period beginning July 1, 2016; and

WHEREAS, the Successor Agency prepared and submitted an administrative budget for the period of July 1, 2017 through June 30, 2018, in accordance with the Dissolution Law; and

WHEREAS, the administrative budget prepared by the Successor Agency was considered by the Oversight Board on January 23, 2017.

NOW, THEREFORE, the Oversight Board of the Successor Agency of the former Milpitas Redevelopment Agency resolves as follows:

Section 1. The recitals set forth above are true and correct and are incorporated herein by reference.

Section 2. The Oversight Board has considered the full record before it.

Section 3. The Oversight Board adopts the Administrative Budget as attached hereto including separate line items for services from the Oversight Board clerk and legal counsel, representing the Board’s intent that amounts unspent for these line items during the July 1, 2017 through June 30, 2018 period will be deducted from the administrative cost allowance for the same period.

(Attestation on next page)

PASSED AND ADOPTED this 23rd day of January 2017, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

APPROVED:

Barbara Crump
Oversight Board Secretary

Mike McInerney
Oversight Board Chair

OVERSIGHT BOARD STAFF REPORT

MEETING DATE: January 23, 2017

ITEM VI.B: ADOPTION OF RESOLUTION NO. 84 APPROVING SUCCESSOR AGENCY'S RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE PERIOD OF JULY 1, 2017 THROUGH JUNE 30, 2018

RECOMMENDED ACTION:

Adopt Resolution No. 84 Approving a Recognized Obligation Payment Schedule for the period of July 1, 2017 through June 30, 2018 (ROPS 17-18).

BACKGROUND:

On September 22, 2015, the Governor signed SB 107, which revised the timeline for the preparation of the ROPS from a bi-annual process to an annual process for the period beginning July 1, 2016. The Dissolution Law requires that the Successor Agency prepare a Recognized Obligation Payment Schedule (ROPS) for July 1, 2017 through June 30, 2018. The ROPS is to be submitted to California Department of Finance (DOF) not later than February 1, 2017. The attached ROPS 17-18 has been prepared by the Successor Agency and follows the form prescribed by DOF.

The Successor Agency has submitted the attached ROPS for the July 1, 2017 through June 30, 2018 period to the Oversight Board for its review and approval.

ATTACHMENTS:

Successor Agency's Proposed ROPS
Proposed Resolution No. 84

Recognized Obligation Payment Schedule (ROPS 17-18) - Summary

Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency:

Milpitas

County:

Santa Clara

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)

	17-18A Total (July - December)	17-18B Total (January - June)	ROPS 17-18 Total
A Enforceable Obligations Funded as Follows (B+C+D):	\$ - \$	\$ - \$	-
B Bond Proceeds	-	-	-
C Reserve Balance	-	-	-
D Other Funds	-	-	-
E Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$ 5,996,624 \$	10,986,624 \$	16,983,248
F RPTTF	5,908,250	10,908,750	16,817,000
G Administrative RPTTF	88,374	77,874	166,248
H Current Period Enforceable Obligations (A+E):	\$ 5,996,624 \$	10,986,624 \$	16,983,248

Certification of Oversight Board Chairman:
Pursuant to Section 34177 (o) of the Health and Safety code, I
hereby certify that the above is a true and accurate Recognized
Obligation Payment Schedule for the above named successor
agency.

<u>Jane Corpus</u>	<u>Interim Finance Director</u>
Name	Title
/s/ _____	
Signature	Date

July 1, 2017 through June 30, 2018
(Report Amounts in Whole Dollars)

[illegible]

ROPS 17-18) - ROPS Detail
2018
(Millions of Dollars)

A	B	L	M	N	O	P	Q	R	S	T	U	V
		17-18A (July - December)						17-18B (January - June)				
		Fund Sources						Fund Sources				
Item #	Project Name/Debt Obligation	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	17-18A Total	Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF
2	Agreement of Purchase and Sale											
9	Administrative Costs of Successor Agency				5,908,250	88,374	5,996,624				5,000,000	77,874
15	2015 Tax Allocation Refunding Bds										5,908,750	
16												
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Milpitas Recognized Obligation Payment Schedule (ROPS 17-18) - Report of Cash Balances
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (I), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent no other funding source is available or when payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see .

A	B	C	D	E	F	G	H	I
		Fund Sources						1-23 Comments
		Bond Proceeds		Reserve Balance		Other	RPTTF	
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Admin and Admin	
ROPS 15-16B Actuals (01/01/16 - 06/30/16)								
1	Beginning Available Cash Balance (Actual 01/01/16)							
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during June 2016		15,228			-	66,200	
3	Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)		13			8,435	16,989,188	\$16,989,188 Includes distribution from Jan 2016 and June 2016
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)							
5	ROPS 15-16B RPTTF Balances Remaining							
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ 15,231	\$ -	\$ -	\$ -	\$ 9,068,159	

RESOLUTION NO. 84

RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY OF THE FORMER MILPITAS REDEVELOPMENT AGENCY APPROVING A RECOGNIZED OBLIGATION PAYMENT SCHEDULE FOR THE JULY 1, 2017 THROUGH JUNE 30, 2018 PERIOD

WHEREAS, the California State Legislature enacted Assembly Bill x1 26 to dissolve redevelopment agencies formed under the Community Redevelopment Law (Health and Safety Code section 33000 et seq.), as amended by Assembly Bill 1484, Statutes of 2012, enacted June 27, 2012 (Dissolution Law); and

WHEREAS, under Health and Safety Code Section 34177, the Successor Agency was required to submit a Recognized Obligation Payment Schedule (ROPS) to the California Department of Finance every six months to reflect payments due during that six-month period; and

WHEREAS, on September 22, 2015, the Governor signed SB 107, which revised the timeline for the preparation of the ROPS from a bi-annual process to an annual process for the period beginning July 1, 2016; and

WHEREAS, the Successor Agency has submitted a ROPS for the July 1, 2017 through June 30, 2018 period to the Oversight Board; and

WHEREAS, the ROPS has been reviewed and considered by the Oversight Board at a public meeting.

NOW, THEREFORE, the Oversight Board of the Successor Agency of the former Milpitas Redevelopment Agency resolves as follows:

Section 1. The recitals set forth above are true and correct and are incorporated herein by reference.

Section 2. The Oversight Board approves the schedule attached as Exhibit A as the Recognized Obligation Payment Schedule (ROPS 17-18).

Section 3. The Oversight Board directs Successor Agency staff to forward the approved ROPS to the California Department of Finance.

Section 4. This resolution will become effective as provided by Health and Safety Code Section 34179(h).

(Attestation on Next Page)

PASSED AND ADOPTED this 23rd day of January 2017, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

APPROVED:

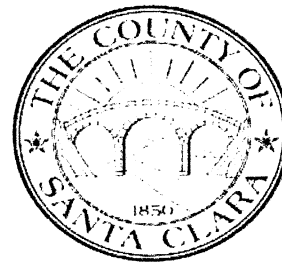
Barbara Crump
Oversight Board Secretary

Mike McNerney
Oversight Board Chair

County of Santa Clara

Finance Agency
Controller-Treasurer

County Government Center
70 West Hedding Street, East Wing 2nd floor
San Jose, California 95110-1705
(408) 299-5206 FAX 287-7629



NOTICE OF NO OBJECTION TO ROPS

January 18, 2017

City of Milpitas Successor Agency
455 E Calaveras Blvd
Milpitas, CA 95035

City of Milpitas Oversight Board
455 E Calaveras Blvd
Milpitas, CA 95035

Department of Finance
915 L Street
Sacramento, CA 95814

ROPS Period: **ROPS 17-18 (July 1, 2017 – June 30, 2018)**

Successor Agency: **City of Milpitas**

To the Successor Agency, Oversight Board, and Department of Finance:

Pursuant to Health and Safety Code section 34182.5, our office has reviewed the Recognized Obligation Payment Schedule (ROPS) submitted by the above-noted successor agency for the above-noted period. After reviewing all items and funding sources, the Santa Clara County Auditor-Controller does not object to any items or funding sources on the submitted ROPS. In addition, we made the following observation:

Board of Supervisors: Mike Wasserman, Cindy Chavez, Dave Cortese, Ken Yeager, S. Joseph Simitian
County Executive: Jeffrey V. Smith

Successor Agency: City of Milpitas
Notice of No Objection to ROPS
January 18, 2016

Item 9 – Administrative Costs of Successor Agency

The Successor Agency has requested administrative costs totaling \$135,456 for the fiscal year. While this amount is within the administrative cost allowance cap, the requested amount appears excessive given the number and nature of the obligations listed on the ROPS, particularly compared with other agencies within Santa Clara County. HSC section 34179(i) requires the Oversight Board to exercise a fiduciary duty to the taxing entities. Therefore, Santa Clara County Auditor-Controller encourages the Oversight Board to use adequate discretion when evaluating the administrative resources and reduce the amount appropriate for the number and nature of the obligations listed on the ROPS.

Please note that items and/or funding sources not questioned during this review are subject to subsequent review if they are included on a future ROPS. We also reserve the right to object to an item and/or funding source (including, but not limited to, the use of fund balance) on a future ROPS, even if no objection was made on a preceding ROPS.

Additionally, pursuant to Health and Safety Code section 34186(a), the County Auditor-Controller may review the prior period payments and the prior period estimated versus actual payments reported on the ROPS. Per Health and Safety Code section 34186(c) these reviews will commence on October 1, 2018, and occur each October 1 thereafter and are not included in this letter. In addition, my office is continuing its review of the cash balances reported by the successor agency on the ROPS. The results of this review will be transmitted to the Department of Finance as soon as possible.

Sincerely yours,



Alan Minato
Controller-Treasurer
County of Santa Clara

Attachment: ROPS 17-18 as submitted to the County Auditor-Controller by Successor Agency

Recognized Obligation Payment Schedule (ROPS 17-18) - Summary

Filed for the July 1, 2017 through June 30, 2018 Period

Successor Agency:

Milpitas

County:

Santa Clara

Current Period Requested Funding for Enforceable Obligations (ROPS Detail)		17-18A Total (July - December)	
A	Enforceable Obligations Funded as Follows (B+C+D):	\$	- \$
B	Bond Proceeds		-
C	Reserve Balance		-
D	Other Funds		-
E	Redevelopment Property Tax Trust Fund (RPTTF) (F+G):	\$	5,981,228 \$
F	RPTTF		5,908,250
G	Administrative RPTTF		72,978
H	Current Period Enforceable Obligations (A+E):	\$	5,981,228 \$

Certification of Oversight Board Chairman:

Pursuant to Section 34177 (o) of the Health and Safety code, I hereby certify that the above is a true and accurate Recognized Obligation Payment Schedule for the above named successor agency.

Jane Corpus

Interim Finance Director

Name

Title

/s/

Signature

Date

Milpitas Recognized Obligation Payment Schedule (ROPS 17-18) - ROPS Detail

July 1, 2017 through June 30, 2018

(Report Amounts in Whole Dollars)

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
Item #	Project Name/Debt Obligation	Obligation Type	Contract/Agreement Execution Date	Contract/Agreement Termination Date	Payee	Description/Project Scope	Project Area	Total Outstanding Debt or Obligation	Retired	ROPS 17-18 Total	17-18A (July - December)					17-18A Total
											Fund Sources					
											Bond Proceeds	Reserve Balance	Other Funds	RPTTF	Admin RPTTF	
								\$ 220,373,706		\$ 16,952,456	\$ -	\$ -	\$ -	\$ 5,908,250	\$ 72,978	\$ 5,981,22
2	Agreement of Purchase and Sale	Miscellaneous	8/3/2003	8/17/2034	County of Santa Clara	Land Purchase	Project Area #1	95,000,000	N	\$ 5,000,000						\$ -
9	Administrative Costs of Successor Agency	Admin Costs	7/1/2017	6/30/2018	City of Milpitas	Administrative costs to wind down RDA	Project Area #1	135,456	N	\$ 135,456					72,978	\$ 72,97
15	2015 Tax Allocation Refunding Bds	Refunding Bonds Issued After 6/27/12	2/18/2015	9/1/2032	US Bank	Bonds issued to refund 2003 Tax Allocation Bonds	Project Area #1	155,238,250	N	\$ 11,817,000				5,908,250		\$ 5,908,25
16									N	\$ -						\$ -
17									N	\$ -						\$ -
18									N	\$ -						\$ -

Milpitas Recognized Obligation Payment Schedule (ROPS 17-18) - Report of Cash Balances
(Report Amounts in Whole Dollars)

Pursuant to Health and Safety Code section 34177 (I), Redevelopment Property Tax Trust Fund (RPTTF) may be listed as a source of payment on the ROPS, but only to the extent that payment from property tax revenues is required by an enforceable obligation. For tips on how to complete the Report of Cash Balances Form, see [Cash Balance](#)

A	B	C	D	E	F	G	H
		Fund Sources					
		Bond Proceeds		Reserve Balance		Other	RPTT
		Bonds issued on or before 12/31/10	Bonds issued on or after 01/01/11	Prior ROPS period balances and DDR RPTTF balances retained	Prior ROPS RPTTF distributed as reserve for future period(s)	Rent, grants, interest, etc.	Non-Adm and Admir
	Cash Balance Information by ROPS Period						
ROPS 15-16B Actuals (01/01/16 - 06/30/16)							
1	Beginning Available Cash Balance (Actual 01/01/16)		15,228			-	61
2	Revenue/Income (Actual 06/30/16) RPTTF amounts should tie to the ROPS 15-16B distribution from the County Auditor-Controller during June 2016		13			8,435	16,981
3	Expenditures for ROPS 15-16B Enforceable Obligations (Actual 06/30/16)		10			8,435	7,981
4	Retention of Available Cash Balance (Actual 06/30/16) RPTTF amount retained should only include the amounts distributed as reserve for future period(s)						
5	ROPS 15-16B RPTTF Balances Remaining	No entry required					
6	Ending Actual Available Cash Balance C to G = (1 + 2 - 3 - 4), H = (1 + 2 - 3 - 4 - 5)	\$ -	\$ 15,231	\$ -	\$ -	\$ -	\$ 9,061

Milpitas Recognized Obligation Payment Schedule (ROPS 17-18) - Notes July 1, 2017 through

[illegible]